

**TAB**

Approved For Release 1999/09/10 : CIA-RDP82-00283R000100160001-9

M-23

Approved For Release 1999/09/10 : CIA-RDP82-00283R000100160001-9

EIC-M-22  
26 November 52  
CIA 439652

Security Information

ECONOMIC INTELLIGENCE COMMITTEE

Minutes of Meeting held in  
Room 2125, Temporary "M" Building  
26th and Constitution Avenue, N.W.

20 November 1952

PRESENT: 25X1A9a

25X1A9a

25X1A9a

[REDACTED], CIA, Vice Chairman, Presiding  
[REDACTED] CIA, Executive Secretary  
[REDACTED] CIA

Mr. Henry Brodie, State  
Mr. Howard Wiedemann, State  
Mr. Joseph Yager, State  
Mr. Gordon Tiger, State  
Mr. J. Duncan Holmes, Army  
Cdr. William E. McGonagle, Navy  
Mr. Paul Ledet, Air Force  
Mr. John Easton, JCS  
Dr. Edward I. Mullins, Defense  
Mr. Hunter Robinson, Defense  
Mr. Clarence Purves, Agriculture  
Mr. Edward Denison, Commerce  
Mr. Edward Ames, Federal Reserve  
Mr. Arthur Blaser, Treasury

APPROVAL OF MINUTES

1. Action: The minutes of the Economic Intelligence Committee meeting of 16 October 1952, (EIC-M-22) were approved.

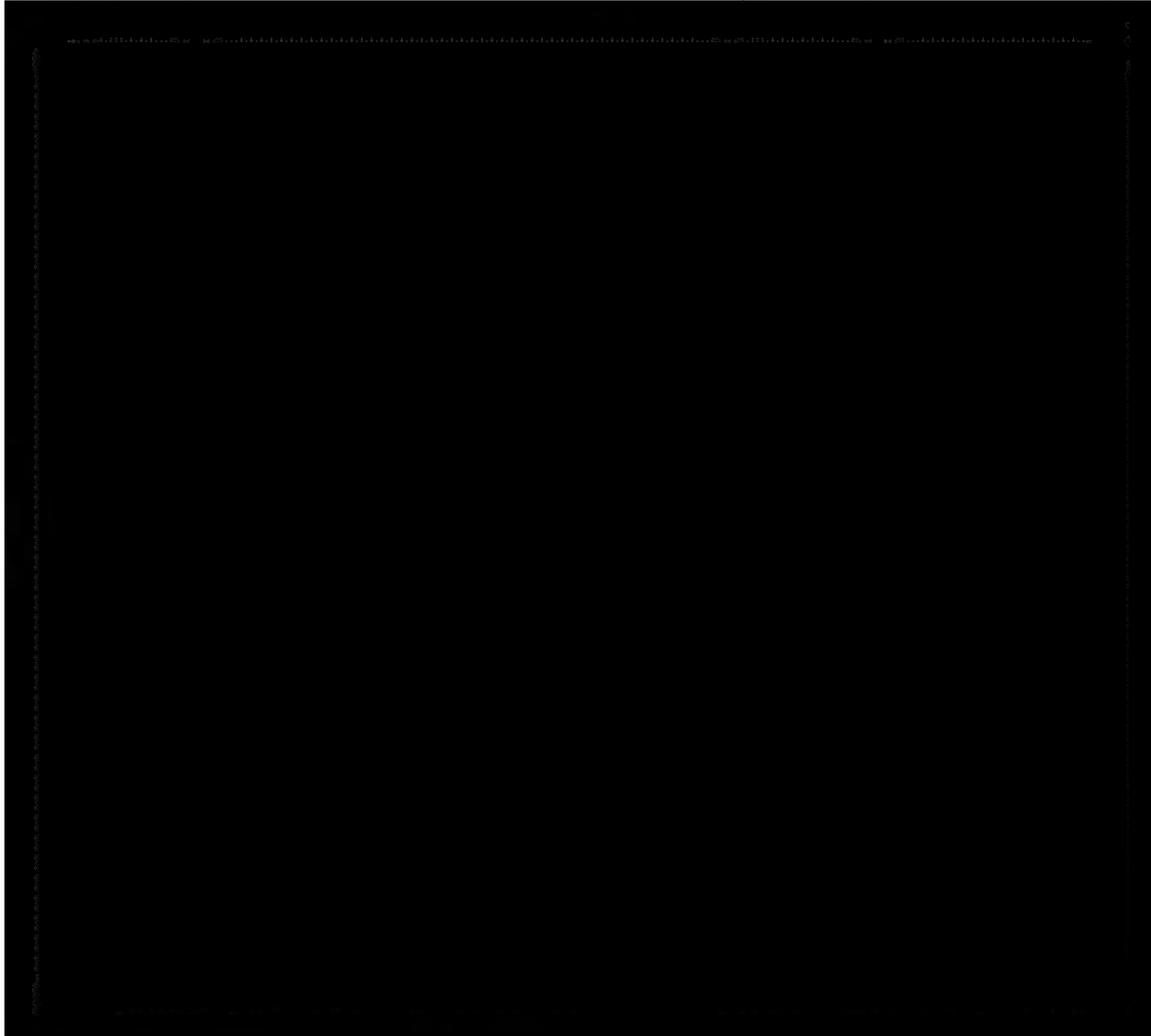
DISCUSSION OF PROPOSED STUDY ON THE YUGOSLAV ECONOMY

2. Action: A preliminary outline for an interagency study of the Yugoslav economy was distributed by Mr. Wiedemann of State. It was agreed that a Working Group should be set up to undertake this study and that the group should be chaired by Mr. Gordon Tiger, State. Members were requested to notify the Executive Secretary before 26 November of proposed changes in the outline and nominations for membership. A deadline of 1 March was set for the presentation of the completed study to the EIC.

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CONSIDERATION OF THE TRANSPORTATION SUBCOMMITTEE SURVEY ON MERCHANT SHIPPING

8. Action: Copies of Recommended EIC Action on the Transportation Subcommittee Survey on Merchant Shipping were distributed to the members for review and comment by 26 November.

9. Discussion: It was noted that references to port security in paragraph 4 of the recommended action were largely in error.

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DISCUSSION OF THE FUTURE PROGRAM OF THE AGRICULTURAL SUBCOMMITTEE

10. Discussion: [REDACTED] CIA, Chairman of the EIC Subcommittee on Agriculture, reported on the program of the Subcommittee, and stated that it was the mission of the Subcommittee to initiate intelligence research in their field and to take appropriate action to obtain the collection and collation of information required for their research. Research projects are initiated by the Subcommittee as a result of: (a) specific requests by the EIC or a participating agency, such as the EIC request for an agricultural section to MK-56, (b) research deficiencies pointed up by the Subcommittee Survey of "Gaps and Deficiencies in Agricultural Intelligence on the Soviet Orbit," and (c) Subcommittee recognition of a major current problem requiring a research study. An example of this last category is the study on Land Reform noted below.

11. Subcommittees are not expected at this time to intensively survey the intelligence gaps on the non-Soviet areas. Rather they should fulfill a certain "watch function" in identifying high priority intelligence problems in non-Soviet areas which require immediate attention. In this regard, the Agricultural Subcommittee has identified the question of land tenure in the Middle East and South East areas as a priority intelligence problem and currently is formulating a research project on it in consultation with the Office of National Estimates. 25X1A9a

12. [REDACTED] Vice Chairman, pointed out that it is usually not necessary for the EIC to exercise close control over subcommittees' activities, particularly in those cases where the subcommittees are effectively fulfilling their mission. [REDACTED] further stressed that it is the responsibility of EIC members to keep abreast of the projects and programs of the subcommittees through (a) their agency representatives, (b) the subcommittee minutes, and (c) the periodic EIC progress reports. Unless the EIC Executive Secretary is informed of opposition to a particular subcommittee activities, it is assumed that the EIC has no objection. However, the Executive Secretary is expected to maintain a close liaison with the work of all subcommittees and to advise the EIC of any major subcommittee activity requiring special attention. 25X1A9a

STATUS OF MAJOR EIC PROJECTS

13. Action: Copies of a Status Report of Major EIC Projects were distributed to the members for their information. In the section entitled "The Rubber Position of the Soviet Bloc" the last sentence should be changed to read "A preliminary statement of the US-UK position will

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be forwarded to interested EIC members for their review and comment." Comments on this Status Report should be forwarded to the Executive Secretary.

APPROVAL OF NEW CHAIRMAN OF THE PETROLEUM SUBCOMMITTEE AND APPROVAL OF NEW MEMBERS

14. Action: Copies of a curriculum vitae on Mr. Baxter Wood, proposed chairman of the Petroleum Subcommittee, were distributed prior to the meeting and Mr. Wood was approved by the EIC to serve in this capacity.

15. Copies of the attached list of proposed subcommittee members were distributed at the meeting. If no objections to these nominations are received by 26 November, concurrence will be assumed.

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Executive Secretary  
Economic Intelligence Committee

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be forwarded to interested EIC members for their review and comment." Comments on this Status Report should be forwarded to the Executive Secretary.

APPROVAL OF NEW CHAIRMAN OF THE PETROLEUM SUBCOMMITTEE AND APPROVAL OF NEW MEMBERS

14. Action: Copies of a curriculum vitae on Mr. Baxter Wood, proposed chairman of the Petroleum Subcommittee, were distributed prior to the meeting and Mr. Wood was approved by the EIC to serve in this capacity.

15. Copies of the attached list of proposed subcommittee members were distributed at the meeting. If no objections to these nominations are received by 26 November, concurrence will be assumed.

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Executive Secretary  
Economic Intelligence Committee

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~~CONFIDENTIAL~~

20 November 1952

Security Information

The following persons have been nominated to serve on LIC Subcommittees. LIC approval is requested.

Subcommittee on Economic Analysis

J. Duncan Holmes  
Area Resources Branch  
Production Division, G-2  
Department of the Army  
(To replace Mr. Kullgren)

Subcommittee on Armaments

Lt. Cdr. Thomas R. Leder  
Joint Group  
AFDIN/ONI

Subcommittee on Electronics and Telecommunications

Eugene Rapoport  
DRE Eastern Europe  
Department of State

Cecil G. Harrison  
Assistant Chief  
Telecommunications Policy Staff  
Department of State

William E. W. Howe  
OP-322-P2, ONI  
Department of the Navy

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M-22

Approved For Release 1999/09/10 : CIA-RDP82-00283R000100160001-9

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Security Information

EIC-M-22  
24 Oct 52  
CIA 430102

ECONOMIC INTELLIGENCE COMMITTEE

Minutes of Meeting held in  
Room 2125, Temporary "M" Building  
26th and Constitution Avenue, N.W.

16 October 1952

PRESENT:

25X1A9a

Mr. Robert Amory, Jr., CIA, Chairman

25X1A9a

[REDACTED] CIA, Vice Chairman

[REDACTED] CIA, Acting Executive Secretary

Mr. Henry Brodie, State

Mr. Louis Feffer, State

Mr. J. Duncan Holmes, Army

Cdr. William E. McGonagle, Navy

Mr. John Easton, JCS

Mr. Harry Proctor, Defense

Mr. Emil E. Schnellbacher, Commerce

Mr. P. L. Brokaw, Interior

Mr. William G. Welk, MSA

Mr. Kenneth R. Hansen, ODMS

[REDACTED] CIA

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APPROVAL OF MINUTES

1. Action: The minutes of the Economic Intelligence Committee meeting of 2 October 1952 (EIC-M-21) were approved.

APPROVAL OF THE EIC CONTRIBUTION TO NIE-59

2. Action: The EIC contribution to NIE-59, "Relative Effects of a Complete Severance of East-West Trade on the Economic Capabilities of the Soviet Bloc and the West," copies of which were distributed to the members for their review prior to the meeting, was approved with a few relatively minor changes and will be forwarded to ONE for incorporation in the final paper. The Executive Secretary was directed to forward the contribution, as changed, to ONE. The most substantive of the changes were the deletion of the last three words "To Wage War" from the title, and the addition of a footnote to the effect that the sentence beginning at the bottom of page 3 of the summary, although

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the last sentence in the paragraph, was not meant to have special emphasis.

DISCUSSION OF REPORT TO THE DIRECTOR OF CENTRAL INTELLIGENCE ON MEASURES INITIATED TO FILL GAPS REVEALED IN SE-27

3. Action: Mr. Amory will prepare a report to the IAC on the present status of action taken to correct deficiencies revealed in the post-mortem of SE-27 and members will be furnished with copies of the report.

APPROVAL OF THE TERMS OF REFERENCE FOR THE ARMAMENTS SUBCOMMITTEE

4. Action: The proposed terms of reference for the Armaments Subcommittee, which were distributed for review prior to the meeting, were approved with the following minor change: all references to [REDACTED] should be deleted. The Executive Secretary was directed to notify the Subcommittee to this effect.

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NEW CHAIRMAN FOR THE PETROLEUM SUBCOMMITTEE

5. Action: It was announced that Mr. H. Claire Dees, Chairman of the EIC Subcommittee on Petroleum, will no longer serve in this capacity. Mr. Baxter Wood, Army representative on the Subcommittee, was named as Chairman pro tem. The Executive Secretary was directed to contact the members later in the week for other nominations and curricula vitarum of proposed chairmen for this Subcommittee.

APPROVAL OF NEW MEMBERS

6. The following persons have been nominated by their agencies to serve on the EIC and its subcommittees.

a. Subcommittees

Requirements and Facilities for Collation

Lt. Col. James L. Bryan  
Chief, Collection and Evaluation Section  
Collection and Dissemination Division  
Department of the Army

Lt. Cdr. G. W. Sugden, USN  
OP-322-H-2L, ONI  
Department of the Navy

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Requirements and Facilities for Collation (continued)

Capt. John A. Novack  
Collection and Dissemination Division  
Department of the Army  
(Alternate)

Major Armstrong Crawford  
Technical Branch, G-2  
Department of the Army  
(Alternate)

Chemicals

Lt. Charles Blank  
OP-322-F2E, ONI  
Department of the Navy

Mr. Everett Holt  
Assistant to the Director  
Rubber Division  
NPA

Mr. Lester Dutt  
Chemicals and Rubber Division  
Munitions Board  
Department of Defense

b. Economic Intelligence Committee

Reconstruction and Finance Corporation

Mr. Wylie F. McKinnon  
Director, Office of Tin and Fibre  
Reconstruction and Finance Corporation  
(To replace Mr. Shannon)

Mr. James A. Moore  
Executive Assistant  
Reconstruction and Finance Corporation  
(Alternate to Mr. McKinnon)


Securities and Exchange Commission

Mr. Charles A. McCutcheon  
Assistant Director  
Branch of Industry and Financial Analysis  
Securities and Exchange Commission

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7. If no objections are received by 24 October, concurrence will be assumed.

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Acting Executive Secretary  
Economic Intelligence Committee

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Approved For Release 1999/09/10 : CIA-RDP82-00283R000100160001-9

SECRET  
13 Oct. 52  
CIA 438876

SECURITY INFORMATION

ECONOMIC INTELLIGENCE COMMITTEE

Minutes of Meeting held in  
Room 2125, Temporary "H" Building  
26th and Constitution Avenue, N.W.

2 October 1952

PRESENT:

25X1A9a

Mr. Robert Amory, Jr., CIA, Chairman  
[REDACTED] CIA, Acting Secretary

Mr. Henry Brodie, State  
Cdr. William McGonagle, Navy

25X1A9a Mr. Paul Ledet, Air Force  
Cdr. Kelso Daly, JCS

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Dr. Edward I. Mullins, Defense  
[REDACTED]

This material contains information affecting the national defense of the United States within the meaning of the espionage laws, Title 18, USC, Secs. 793 and 794, the transmission or revelation of which in any manner to an unauthorized person is prohibited by law.

APPROVAL OF MINUTES

1. Action: The minutes of the Economic Intelligence Committee meeting of 28 August 1952 (EIC-M-20) were approved. Dr. Mullins, Defense, officially notified the Secretary that the members formerly representing the Munitions Board would henceforth be representatives of the Office of Foreign Economic Defense Affairs, Office of the Assistant to the Secretary of Defense for International Security Affairs. This change in membership was duly approved.

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EIC TRANSPORTATION SUBCOMMITTEE REPORT--APPROVAL OF OTHER ASPECTS OF SE-27

3. Action: Brief reports on action to be taken to correct deficiencies revealed in the post mortem of SE-27 were received from the EIC Subcommittees on Transportation and International Trade and Finance and distributed to the members. A report from the Subcommittee on Requirements and Facilities for

Collation, in conjunction with Mr. Reber's report, will be forthcoming shortly. Members are asked to consider these reports as tabs to the EIC report to the IAC on SE-27.

4. Discussion: While the State Department representative accepted the G-2 estimate as the best available basis for the report, he expressed the desire to have a breakdown of the civilian level of requirements left open to future study.

PROGRESS ON NIE-59

5. Action: Mr. Amory announced that copies of the Working Group's contributions to NIE-59 are being forwarded to members of the EIC for their review and consideration at the meeting of 16 October.

6. Discussion: It was suggested that the EIC contribution to NIE-59 prepared by the Working Group had in fact been coordinated and that all the EIC members could do was review it in general terms and forward it to the Office of National Estimates in substantially its present form with comments or dissents of individual agencies noted where they so desired. The NSC and IAC schedules effectively rule out referral back to the Working Group for extensive changes.

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EIC COORDINATION GOALS

8. Action: The EIC will set up a special working group to cover the subject of coordination of economic intelligence activities among its member agencies later in the month.

9. Discussion: Mr. Amory, Chairman, cited a number of specific examples of lack of coordination on the part of each member agency and asked that the members prepare to make recommendations to remedy this situation. The following points were also made during the discussion:

Coordination is a necessary function which primarily seeks to  
(1) eliminate gaps, (2) prevent duplication, and (3) guard against

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contradiction among US government agencies. While the EIC, in the field of economic intelligence, has made considerable effort to eliminate gaps, it has done little to achieve success in the other two.

With the coming change of administration (regardless of which one) the Committee had best take a good look at its work, and be prepared to do those things which otherwise will be done by "outside" elements on superficial review of the economic intelligence activity.

The increased sum of money now being spent, as compared to two years ago, on intelligence, makes such a review almost a certainty. The Committee members should diagnose their own problems and put forth solutions in collaboration, otherwise the forces for economy are such that economic intelligence itself may be emasculated.

Specifically, certain agencies keep their own private commodity estimates which never see the light of day until they are exposed under high pressure of a national intelligence problem, and then they appear in contradiction too late to be readily resolved, if at all. I will wonder the policy maker shows undue skepticism for intelligence put in front of him.

Another kind of "coordinated sin," is the deep dark secret made of projects in process, such as a recent rubber study, and an input-output contract, when other member agencies were independently and at great cost retracing the exact same steps. This waste could have been saved by simply informing each other.

In another case, information was gathered and stopped from going to other member agencies (not because of any security problem) which, when smuggled out, proved invaluable.

Unless members can know what is available to each, subject to security needs, neither singly nor jointly can the membership do its job.

Further suggestions by various agencies representatives included "preaching" cooperation to agency analysts; in doubtful cases, coordinating first, and then going up the line for permission to do so afterwards; and establishing full-time liaison officers in each others shops.

Members were referred to NSCID 15, and the IAC approved terms of reference, setting up the EIC, for further guide material.

REPORT ON SUGGESTIONS FOR EIC COORDINATION OF INTELLIGENCE RESEARCH ON THE CHINESE COMMUNIST ECONOMY

10. Action: The Secretariat will contact the members during the week of 13 October for concurrence in this project.

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11. Discussion: Copies of a memo to EIC members from the Chairman giving suggestions for EIC coordination of intelligence research on the Chinese Communist economy were distributed at the meeting. A brief summary of the project was given by [REDACTED], Chairman of an internal ORR Working Group on the ChiCom Economy.

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APPROVAL OF NEW MEMBERS

12. Discussion: The following additions to Subcommittee membership were presented.

Subcommittee on Armaments

Mr. Edmund Brunner  
Senior Analyst  
Industrial Vulnerability Branch  
Target Analysis Division  
Department of the Air Force  
(Chairman)

Mr. Howard Wiedemann  
Special Assistant  
DRS, OIR  
Department of State

Miss Margaret Tobin  
Chief, Munitions Industry Unit  
Area Resources Branch  
Department of the Army

Mr. Henry Forbes  
Strategic Intelligence Branch  
Office of the Chief of Ordnance  
Department of the Army  
(Alternate to Miss Tobin)

Subcommittee on Electronics and Telecommunications

Mr. Robert Hackbarth  
National Defense Board  
AFOIN  
Department of the Air Force

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International Trade and Finance

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[REDACTED]  
Economic Measures Branch  
Economic Division, ORR  
Central Intelligence Agency

If no objections to these nominations are received by 15 October, concurrence will be assumed.

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[REDACTED]  
Acting Executive Secretary  
Economic Intelligence Committee

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Approved For Release 1999/09/10 : CIA-RDP82-00283R000100160001-9

M-20

Approved For Release 1999/09/10 : CIA-RDP82-00283R000100160001-9

9 September 1952  
CIA 438226

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SECURITY INFORMATION

ECONOMIC INTELLIGENCE COMMITTEE

Minutes of Meeting held in  
Room 2125, Temporary "M" Building  
26th and Constitution Avenue, N.W.

28 August 1952

PRESENT:

25X1A9a

Mr. Robert Amory, Jr., CIA, Chairman  
[REDACTED], CIA, Vice Chairman  
[REDACTED], CIA, Executive Secretary  
[REDACTED], CIA  
Mr. Howard Widdemann, State  
Mr. Alfred Roisman, State  
Mr. Edward Fried, State  
Mr. Henry Brodie, State  
Col. George B. Russell, Army  
Mr. J. Duncan Holmes, Army  
Cdr. [REDACTED] E. McGonagle, Navy  
Mr. George E. Kidd, Navy  
Mr. Clifford H. Pruefer, Air Force  
Mr. Norris J. Kenny, Munitions Board  
Mr. Kenneth R. Hansen, ODMS

INTRODUCTION OF NEW OFFICERS

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1. Action: Mr. Amory announced that [REDACTED] is to assume new responsibilities within ORR and that [REDACTED] former position as Executive Secretary of the EIC will be filled by [REDACTED]

APPROVAL OF MINUTES

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2. Action: The minutes of the Economic Intelligence Committee meeting of 31 July 1952 (EIC-M-19) were approved.

ACTION REQUIRED TO CORRECT DEFICIENCIES NOTED IN THE POST MORTEM OF SE-27

3. Action: In response to General Smith's letter of 13 August to the IAC members noting that Mr. Amory, as Chairman of the EIC, had been directed to correct the economic intelligence deficiencies revealed in SE-27, the EIC members undertook to review their research programs on the Communist Far East and to report the nature and extent of these programs to the EIC Secretariat. It was further agreed that an EIC Working Group would be set up for

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the purpose of preparing a study to be completed by January 1953 on the Chinese Communist economy. The Secretary will discuss this in a preliminary way with the EIC members concerned, and will arrange for the establishment of a working group.

25X1A9a 4. The EIC Subcommittee on Requirements and Facilities for Collation was asked to investigate requirements on the Communist Far East and to work with [REDACTED] of CIA on matters of collation. The subcommittees on Transportation and International Trade and Finance will be requested to intensify their efforts to fill the specific gaps noted in General Smith's letter on seaborne trade and rail transportation from the U.S. to Communist China and, in addition, will be asked to provide assistance to the aforementioned working group.

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5. Discussion: Mr. Amory outlined ORR's plans for expanding the research effort on this area. He also invited the interested members to participate in a meeting with [REDACTED] to review the potential for external research on Communist China. Mr. Prusfor, ATD, A-2, stated that Air Targets soon would undertake a target study on Communist China and that they would be willing to coordinate their target research with the proposed EIC project on Communist China. Mr. Fried, DRF, State, also indicated strong interest in the proposed EIC project and thought that the study should be focused on the development of Chinese Communist capabilities over the past 2½ years.

#### CONSIDERATION OF THE SURVEY OF GAPS AND DEFICIENCIES IN FOREIGN AGRICULTURAL INTELLIGENCE

6. Action: Members were asked to review a memorandum on recommended action to correct critical deficiencies revealed by the agricultural survey and to submit their comments to the Secretariat by 12 September. In the absence of comments, the Secretariat will assume agency concurrence. The EIC Subcommittee on Agriculture was commended for its excellent work in the preparation of the Survey.

#### DISCUSSION OF THE RELATION OF THE EIC WITH THE INTELLIGENCE WORKING GROUP SUPPORTING EDAC

7. Discussion: Mr. Amory pointed out that the principal mission of the Intelligence Working Group (IWG) is to provide intelligence support to the Economic Defense Advisory Committee on almost day-to-day basis. The IWG may request the EIC to consider the desirability of undertaking certain long-range research studies and may refer major questions to the EIC which cannot be resolved within the group. [REDACTED] Chairman of the IWG elaborated on the work of the group.

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#### DISCUSSION OF THE DESIRABILITY OF PERIODIC REPORTS ON THE STATUS OF AGENCY ECONOMIC RESEARCH PROJECTS

8. Action: The Executive Secretary was directed to obtain from each agency a copy of their current status of projects reports and to make the necessary arrangements for a consolidated quarterly report on the status of projects throughout the intelligence community.

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9. Discussion: The value of a periodic report on the status of agency economic research reports was generally acknowledged and it was suggested that the first report, covering the period January-September 1952, be completed in October and henceforth be conducted on a quarterly basis.

REPORT ON THE PROGRAM AND PROGRESS OF THE SUBCOMMITTEE ON INTERNATIONAL TRADE AND FINANCE

10. Discussion: Mr. Alfred Reifman, Chairman of the Subcommittee on International Trade and Finance, gave a brief report. He stated that the survey of deficiencies would soon be completed and pointed out the various projects which the Subcommittee planned to accomplish.

DISCUSSION OF THE FUTURE PROGRAM OF THE EIC

11. Discussion: It was agreed that the results of the Subcommittee's surveys of deficiencies would play a major role in determining the research studies to be undertaken in the future. In addition, the EIC and its subcommittees will, of course, be responsive to requests from the IAC and ONE and will in addition consider requests from individual departments and agencies. The Secretariat would like to receive the general views of EIC members as to other criteria which might be used in outlining the future program.

ANNOUNCEMENT OF NEW EIC MEMBERS AND APPROVAL OF PROPOSED SUBCOMMITTEE MEMBERS

12. Action: Comdr. Kelso Daly, USN, will replace Col. H.G.V. Hart as alternate representative of the Joint Chiefs of Staff.

13. The following changes in Subcommittee membership were presented. If no objections are received by 12 September, concurrence will be assumed.

Petroleum Subcommittee

Gordon Tiger  
OIR  
Department of State  
(To replace Howard Wiedemann)

Population and Manpower Subcommittee

William T. Ham  
Chief, Population and Labor Staff, OIR  
Department of State  
(Member, formerly alternate)

Dudley Kirk  
Advisor on Social and Demographic Affairs  
DRN, OIR

Transportation Subcommittee

Earl W. Cox  
Area Analysis Section  
Technical Branch  
Department of the Army  
(To replace Lt. Col. Cowart)

Major Frederick Mjertberg  
Area Analysis Section  
Technical Branch  
Department of the Army  
(Alternate to Mr. Cox)

Hunter Robinson  
Office of International Programs  
Munitions Board

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Executive Secretary  
Economic Intelligence Committee

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SECURITY INFORMATION

EIC-M-18  
12 August 52  
CIA 437575

ECONOMIC INTELLIGENCE COMMITTEE

Minutes of Meeting held in  
DCI Conference Room, Administration Building  
2130 E Street, N.W.

31 July 1952

PRESENT:

25X1A9a

Mr. Robert Amory, Jr., CIA, Chairman  
[REDACTED], CIA, Executive Secretary  
CIA  
Mr. Howard Wiedemann, State  
Miss Marion Worthing, State  
Lt. Col. George B. Russell, Army  
Cdr. W. E. McGonagle, Navy  
Dr. George Kidd, Navy  
Dr. James T. Lowe, Air Force  
Mr. Paul Ledet, Air Force  
Mr. John W. Easton, JCS  
Mr. Edward F. Dennison, Commerce  
Mr. William G. Welk, MSA  
Dr. Edward I. Mullins, Munitions Board

APPROVAL OF MINUTES

1. Action: The minutes of the special EIC meeting of 23 June 1952 (EIC-M-18) were approved.

APPROVAL OF COMPOSITE ORGANIZATION CHART

2. Action: The Executive Secretary was directed to make changes in the composite chart as suggested by Air and State.

3. It was the sense of the meeting that, although this report could never be exact, it would be a very useful guide and should be brought up to date quarterly or semi-annually.

4. Discussion: Dr. Lowe, Air Force, pointed out that the figures listed for his agency might be misleading unless appropriate footnotes or an additional category were added. Mr. Wiedemann indicated that there were certain errors in the State listing.

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APPROVAL OF PROPOSED TERMS OF REFERENCE

5. Action: The Executive Secretary was directed to prepare a re-draft of the terms of reference for the EIC Subcommittee on Armaments to include suggested changes by members of the EIC. The proposed terms of reference for the EIC Subcommittee on Electronics and Telecommunications were approved.

6. Members of the EIC were requested to submit nominations for membership on both of these subcommittees to the Executive Secretary by 6 August.

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7. Mr. Brunner, Air, and [REDACTED] CIA, were nominated as chairmen of the Subcommittee on Armaments and the Subcommittee on Electronics and Telecommunications respectively. The Executive Secretary is to prepare and distribute curriculum vitae on these nominees as well as on any others who may be nominated.

PROPOSED NEW SUBCOMMITTEE ON MARKINGS

8. Action: It was agreed that terms of reference should be prepared for an EIC Subcommittee on Markings.

9. Discussion: Mr. Amory stressed the need for an EIC Subcommittee on Markings. He indicated that the relatively small group of people representing the agencies interested in the markings program ought to be brought together so that they might keep up on what is going on in this field. There was discussion of possible overlap with JMA's markings committee and Mr. Easton, JCS, did not wish to express an opinion on the advisability of establishing an EIC Subcommittee on Markings until he had discussed the matter with JMA and JTIS. Lt. Col. Russell, Army, also had some reservations.

ORR STATISTICAL ESTIMATE FILE AND HANDBOOK

10. Discussion: Mr. Amory, CIA, announced that ORR is establishing an economic statistics file on the USSR and the Eastern European Satellites including China. This file will cover not only current production but also trade, imports, exports, etc. and will include statistics of past years. He stated that CIA would like to encourage other agencies to make use of this file system and to contribute to it. He then explained that, using the carded estimates as a base, ORR hoped to be able to issue a Commerce Clearing House type of handbook in loose-leaf notebook style, to be revised periodically page by page.

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11. [REDACTED] CIA, briefly explained the form of the Estimates File and stated the present size to be between 6 and 7,000 cards. He estimated that the file will reach 40,000 cards very shortly. EIC members were

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invited to visit [REDACTED] shop to look over the estimates file and to make suggestions as to its form and content. Copies of the ORR Economic Classification list, employed in the estimates file, were distributed at the meeting.

EIC PROGRESS REPORT

12. Action: The Executive Secretary was directed to redraft the EIC Progress Report to include changes suggested by EIC members. Additional comments and suggestions on this report were to be submitted to the Executive Secretary by 4 August so that the report could be completed in time for the IAC meeting on 7 August.

13. Discussion: There was a lengthy discussion of the tone of the covering memorandum for the Progress Report and suggestions for some changes in phraseology were made by the State representatives.

ANNOUNCEMENT OF NEW EIC MEMBERS AND PROPOSED SUBCOMMITTEE MEMBERS

14. Action: Commander McGonagle, who has replaced Commander Deane as Navy representative on the EIC, was introduced to the EIC members.

15. The following additional new members of the Economic Intelligence Committee were announced:

Mr. John J. Haggerty  
Director, OFAR  
Department of Agriculture  
(To replace Mr. Francis A. Flood)

Mr. J. Duncan Holmes  
Technical Branch, Production Division, G-2  
Department of the Army  
(Alternate to Lt. Col. George B. Russell)

16. A list of persons were nominated to serve on EIC subcommittees. EIC members were to indicate any objections to these nominations by 4 August. If no objections are received, concurrence will be assumed.

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17. Action: Mr. Wiedemann, State, entered an objection to CIA's lack of coordination with State both in the preparation of the terms of reference and in the actual drafting of the paper. While not agreeing completely with Mr. Wiedemann's objection, Mr. Amory agreed to take whatever corrective action is necessary.

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STATUS OF NIE-59

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18. Discussion: [REDACTED] CIA, reported that State is redrafting the comments on the West and that ORR is redrafting its section. The draft should go out to the Working Group late in August and to the National Estimates Board by 15 September.

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[REDACTED]  
Executive Secretary  
Economic Intelligence Committee

~~SECRET~~